

House File 2 - Introduced

HOUSE FILE 2
BY HEARTSILL

A BILL FOR

1 An Act relating to registration fees for motor vehicles
2 transferred to nonprofit entities for donation to
3 individuals.
4 BE IT ENACTED BY THE GENERAL ASSEMBLY OF THE STATE OF IOWA:

1 Section 1. Section 321.105A, subsection 2, paragraph c,
2 Code 2015, is amended by adding the following new subparagraph:
3 NEW SUBPARAGRAPH. (022) A motor vehicle transferred to a
4 nonprofit entity which is exempt from federal income taxation
5 pursuant to section 501(c)(3) of the Internal Revenue Code, in
6 a transaction in which no consideration is given, and for the
7 purpose of donation to an individual served by the nonprofit
8 entity.

9 Sec. 2. NEW SECTION. 321.118 **Donated vehicles.**

10 The annual registration fee for a motor vehicle transferred
11 to a nonprofit entity pursuant to section 321.105A, subsection
12 2, paragraph c, subparagraph (022) is ten dollars. Once the
13 nonprofit entity donates the motor vehicle to an individual
14 served by the nonprofit entity, the registration fee for the
15 motor vehicle shall be calculated pursuant to section 321.109.

16 EXPLANATION

17 The inclusion of this explanation does not constitute agreement with
18 the explanation's substance by the members of the general assembly.

19 This bill relates to registration fees for motor vehicles
20 transferred to nonprofit entities for donation to individuals.
21 The bill provides an exemption from the fee for new
22 registration for vehicles transferred to a nonprofit entity in
23 a transaction involving no consideration, and for the purpose
24 of donation to an individual served by the nonprofit entity.
25 The bill also establishes a registration fee of \$10 for such
26 vehicles and provides that, when the vehicle is donated from
27 the nonprofit entity to the individual, the annual registration
28 fee becomes the regular registration fee for the vehicle.